

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 6087**

**BILL NUMBER: HB 1113**

**DATE PREPARED:** Feb 23, 2001

**BILL AMENDED:** Feb 22, 2001

**SUBJECT:** Financial Institution Matters

**FISCAL ANALYST:** Chris Baker

**PHONE NUMBER:** 232-9851

**FUNDS AFFECTED:**     **GENERAL**  
                          **X DEDICATED**  
                          **FEDERAL**

**IMPACT:** State & Local

**Summary of Legislation:** (Amended) This bill provides for electronic withdrawals of deposits by depositors of all ages from banks, trust companies, credit unions, savings associations, and other depository financial institutions. It also Makes a change to a provision regulating credit unions to comply with federal law. The bill adds a procedure through which a credit union may exercise rights and privileges available under federal credit union law but not authorized under state credit union law. It makes a technical correction.

**Effective Date:** July 1, 2001.

**Explanation of State Expenditures:** (Revised) There may be some additional administrative expenses incurred to the Department of Financial Institutions, however fees from inspection should be able to cover the expenses. Any impact would be minimal.

**Explanation of State Revenues:** (Revised) If a credit union is denied by the Department of the request to exercise rights and privileges that are granted to federal credit unions, the credit union may appeal the decision of the department to the circuit court of jurisdiction. The filing fee for a civil action in a trial court is \$100. Of this fee, 70% or \$70 is deposited in the State General Fund if the case is filed in a trial court.

**Explanation of Local Expenditures:** (Revised) The operating expenses of the trial courts are paid by the county General Fund.

**Explanation of Local Revenues:** (Revised) If a case is filed in a trial court, the county General Fund receives 27% or \$27 of the filing fee. The other 3% or \$3 is deposited in the General Fund of the cities and towns maintaining a law enforcement agency that prosecutes at least 50% of its ordinance violations in a circuit, superior, county or municipal court located in the county.

**State Agencies Affected:** Department of Financial Institutions.

**Local Agencies Affected:** Trial Courts.

**Information Sources:** *1999 Indiana Judicial Service Report, Volume I, p. 77.*